

SENATE BILL No. 316

DIGEST OF INTRODUCED BILL

Citations Affected: IC 27-1-3.5-7.5.

Synopsis: Bail bond premiums. Requires a domestic bail bond insurer to keep records of total premiums received for bail bonds in Indiana and to include certain information in an annual audited financial report.

Effective: July 1, 2003.

Kenley

January 15, 2003, read first time and referred to Committee on Insurance and Financial Institutions.

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First Regular Session 113th General Assembly (2003)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2002 Regular or Special Session of the General Assembly.

SENATE BILL No. 316

A BILL FOR AN ACT to amend the Indiana Code concerning insurance.

Be it enacted by the General Assembly of the State of Indiana:

1 SECTION 1. IC 27-1-3.5-7.5 IS ADDED TO THE INDIANA
2 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
3 [EFFECTIVE JULY 1, 2003]: **Sec. 7.5. (a) As used in this section,**
4 **"net bail bond premium" means the amount of premium actually**
5 **received by a domestic insurer and does not include premium**
6 **retained by a bail bond agent and general agent.**

7 **(b) As used in this section, "premium" has the meaning set forth**
8 **in IC 27-10-1-8.**

9 **(c) A domestic insurer that transacts bail bond business shall:**

10 **(1) keep records of the total premium received for bail bonds**
11 **written by the domestic insurer in Indiana; and**

12 **(2) include in the annual audited financial report:**

13 **(A) except as provided in subsection (d), the net bail bond**
14 **premium received for bail bonds written by the domestic**
15 **insurer in Indiana;**

16 **(B) the total premium for bail bonds in each state in which**
17 **the domestic insurer transacts bail bond business;**



- 1 (C) the amount of premium tax incurred in each state in
2 which the domestic insurer transacts bail bond business;
3 and
4 (D) the amount of premium retained by bail bond agents
5 and general agents in Indiana.
6 (d) If the net bail bond premium is less than six and one half
7 percent (6.5%) of the total premium, the domestic insurer shall
8 report premium equal to six and one half percent (6.5%) of the
9 total premium in an annual audited financial report.
10 (e) This section may not be construed to remove the duty of a
11 domestic insurer to pay premium tax based upon the total
12 premium received for bail bonds written by the domestic insurer.

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